



STATE OF INDIANA

COMMISSION ON PROPRIETARY EDUCATION

Jeff Weber, Commissioner

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FORMULA FOR INSTITUTIONAL BOND

According to Indiana Code 20-12-76-18, the formula for calculating the required amount of the Institutional bond is:

1. All postsecondary proprietary educational institutions that have no annual gross tuition charges assessed for the previous year shall secure a surety bond in the amount of five thousand dollars (\$5,000).
2. If the postsecondary proprietary educational institution's annual gross tuition charges assessed for the previous year do not total more than five thousand dollars (\$5,000), the institution shall secure a surety bond in the amount of one hundred percent (100%) of that Institution's annual gross tuition charges assessed for the previous year.
3. If the postsecondary proprietary educational institution's annual gross tuition charges assessed for the previous year are greater than five thousand dollars (\$5,000) but are not more than fifty thousand dollars (\$50,000), the institution shall secure a surety bond in the amount of five thousand dollars(\$5,000).
4. If the postsecondary proprietary educational institution's annual gross tuition charges assessed for the previous year are greater than fifty thousand dollars (\$50,000) but are not more than five hundred thousand dollars (\$500,000), the institution shall secure a surety bond in the amount of ten percent (10%) of that institution's annual gross tuition charges assessed for the previous year.
5. If the postsecondary proprietary educational institution's annual gross tuition charges assessed for the previous year are greater than five hundred thousand dollars (\$500,000), the institution shall secure a surety bond in the amount of fifty thousand dollars (\$50,000).

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